

Public Hearing *for* Rutherford County's 2012–2013 Proposed Budget

A statue of a Revolutionary War soldier stands on a stone pedestal. The soldier is wearing a tricorn hat, a long coat, and breeches, and is holding a long rifle. In the background, the Rutherford County Courthouse is visible, featuring a clock tower and a red brick building. The scene is surrounded by green trees and orange flowers in the foreground.

Monday
June 18, 2012
7:00 pm

Rutherford County
Courthouse

2012-2013 Rutherford County Budget

INTRODUCTIONS:

County Mayor, Ernest G. Burgess

Finance Director, Lisa A. Nolen

Deputy Finance Director, Elaine Short

2012-2013 Budget & Finance Committee:

Charlie Baum

Joyce Ealy, Chairman

Joe Frank Jernigan

Will Jordan, Vice Chairman

Robert Peay

Doug Shafer

Steve Sandlin

2012-2013 Rutherford County Budget

- County Mayor's recommendation on:
 - General Fund
 - Solid Waste/Sanitation Fund
 - Ambulance Service Fund
 - Special Purpose Fund
 - Drug Fund
 - Industrial Development Fund

2012-2013 Rutherford County Budget

County Mayor **does not** make a recommendation on:

- Debt Service Fund (*Budget & Finance Comm.*)
- Highway Fund (*Road Board*)
- General Purpose School Fund (*School Board*)
- Cafeteria Fund (*School Board*)
- Education Capital Project Fund (*School Board*)

2012-2013 Rutherford County Budget

- Budget & Finance Committee has reviewed, made additional changes and has made their recommendation to the public
 - All meetings have been televised on Channel 19
 - Published in the newspaper
 - Presented to you tonight
 - Accept the public comments
- Details of all budgets are available in the Finance Department

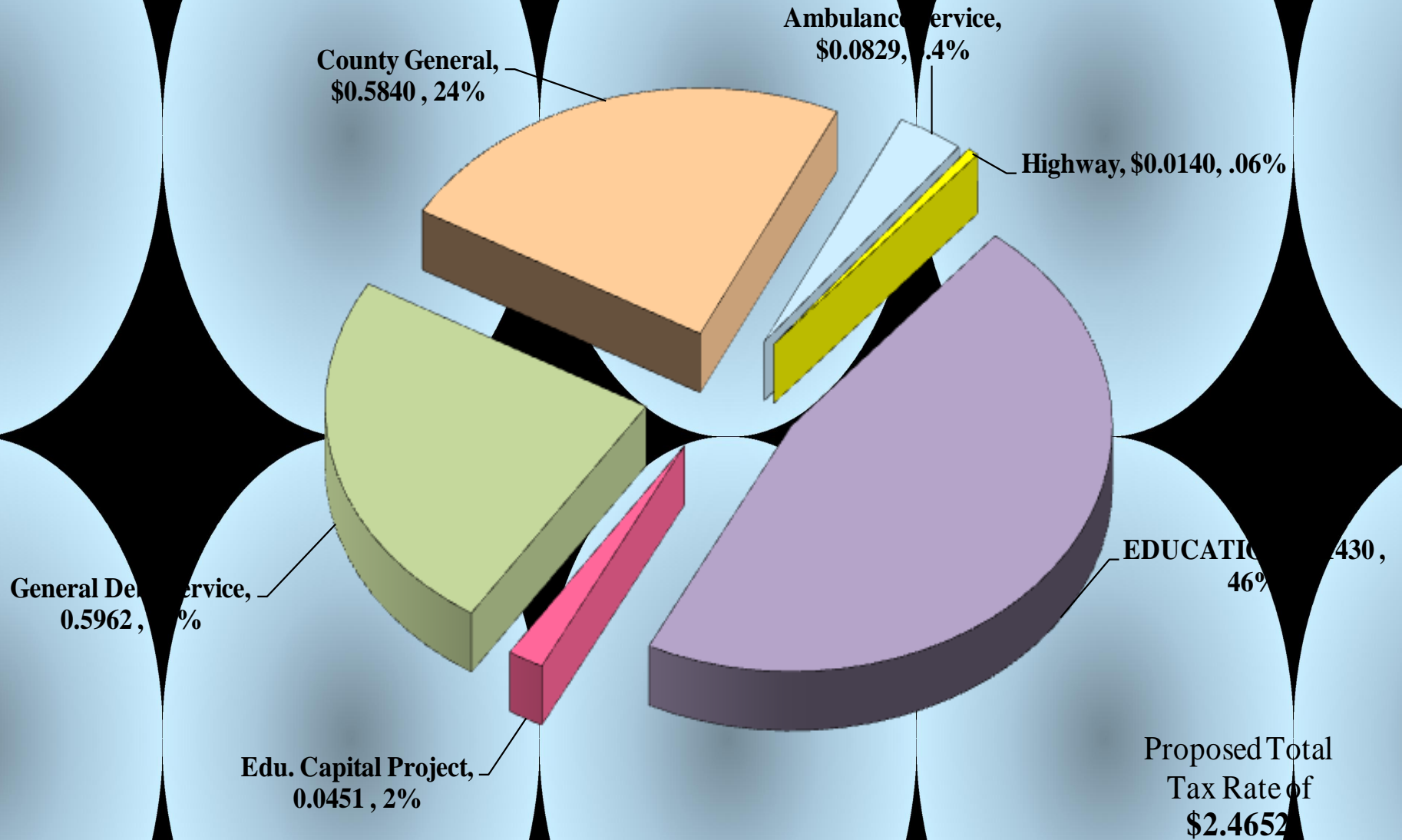
Rutherford County

2012-2013 Budget

2012-2013 Rutherford County Budget Proposed Tax Rate

Fund:	2011 Current Rate	Net Change	2012 Proposed Rate
County General	\$ 0.5840	-	\$ 0.5840
Ambulance Service	.0829	-	.0829
Highway	.0140	-	.0140
Education	1.1430	-	1.1430
Education Capital Projects	.0451	-	0.0451
General Debt Service	.5962	-	0.5962
	\$ 2.4652	-	\$ 2.4652

**Rutherford County, Tennessee
Proposed 2012 Property Tax Rate
For the Fiscal Year Ending June 30, 2013**



2012 Assessments Based on Estimated Assessed:

Valuation of - Real & Personal Property	\$5,955,535,606
Tax Freeze Properties	(21,154,650)
Valuation of - Public Utility Property	170,000,000
TOTAL	\$6,104,380,956

Fund	Proposed Tax Rate	Amount of Tax Levy	Total Frozen Taxes 500,913	Reserve for Delinquency 4.5%	Estimated Net Collection of All Taxes
County General	\$0.5840	\$ 35,649,585	\$ 118,664	\$ 1,609,571	\$ 34,158,678
Ambulance Service	0.0829	5,060,532	16,845	228,482	4,848,895
Highway	0.0140	854,613	2,846	38,586	818,873
Education	1.1430	69,773,074	232,250	3,150,240	66,855,084
Education Capital Projects	0.0451	2,753,076	9,165	124,301	2,637,940
Debt Service	0.5962	36,394,319	121,144	1,643,196	34,872,267
Total	\$2.4652	\$ 150,485,199	\$ 500,913	\$ 6,794,375	\$ 144,191,737

Less City (17.8 cents) 10,410,055

Total Available for Rutherford County \$ 133,781,682

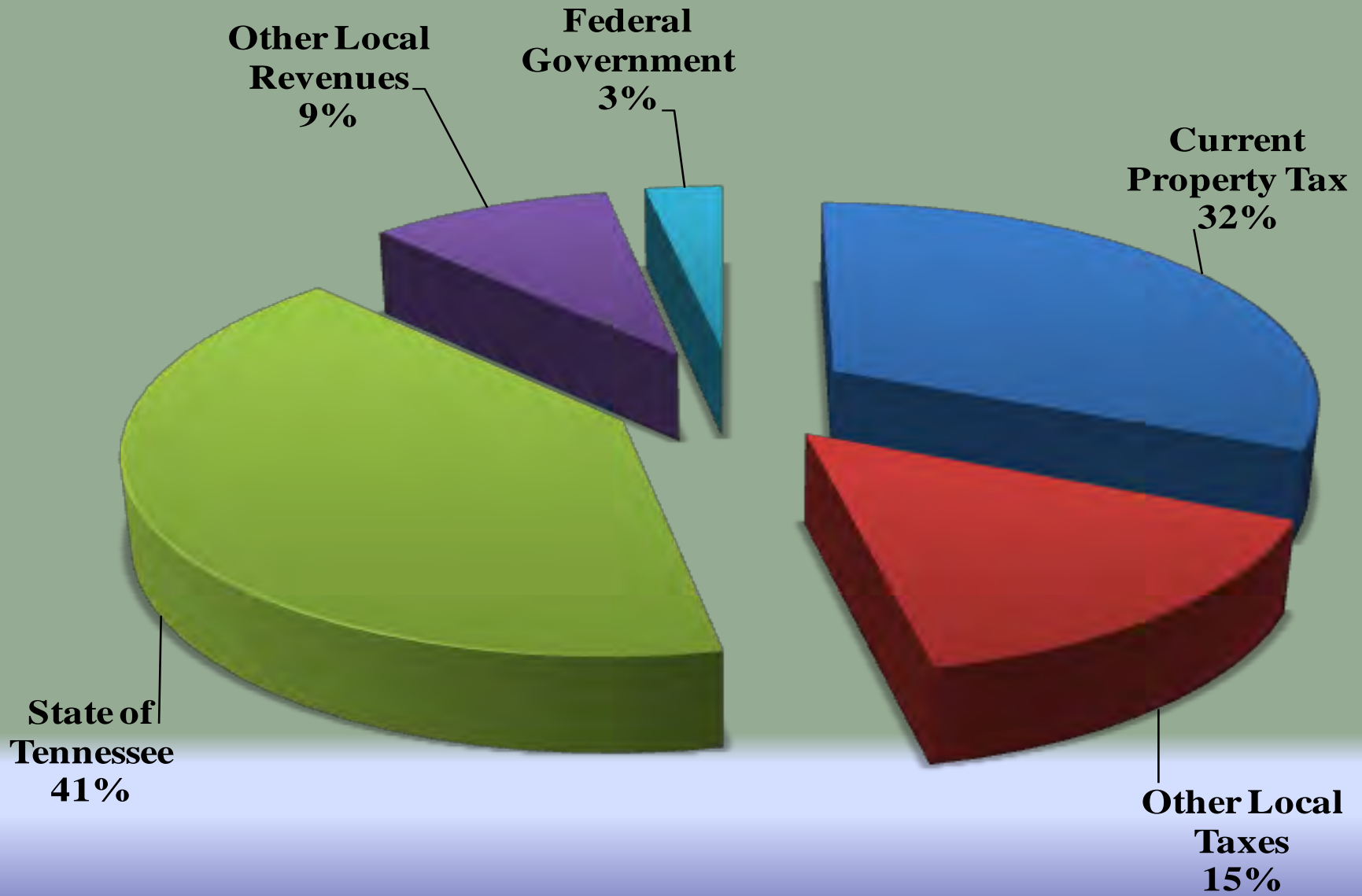
What's a PENNY worth?

- General 2012 Penny - \$584,909
 - General 2011 Penny - \$579,698
- School 2012 Penny - \$497,290
 - School 2011 Penny - \$493,786

Estimated Assessments increased 1.3% over 2011

SUMMARY REVENUE ALL FUNDS

SOURCE	PROJECTION	%
Current Property Tax	\$ 133,781,682	32%
Other County Prop. Tax	12,342,109	3%
Local Sales Tax	42,220,000	10%
Wheel Tax	8,977,700	2%
Development Tax	1,000,000	0%
State Revenue	174,164,359	41%
Federal Revenue	12,613,210	3%
Interest Earned	389,398	0%
Other Revenue	38,917,384	9%
Total Estimated Revenue	<u>\$ 424,405,842</u>	<u>100%</u>



Where does the money come from?

2012-2013 BUDGET

Recommended Appropriations

County General	\$ 76,033,528	17.18%
Solid Waste/Sanitation	3,818,486	0.86%
Ambulance Service	10,637,880	2.40%
Industrial/Economic Dev.	243,777	0.06%
Drug Control	638,600	0.14%
Highway	9,378,799	2.12%
General Purpose School	279,680,771	75.74%
Centralized Cafeteria	18,033,200	
Education Capital Projects	2,380,027	
Education Debt Service	35,033,322	
General Debt Service	6,618,361	1.50%
		9.41%
	\$ 442,496,751	100%

2012-2013

Highlights of Major Funds

GENERAL FUND-

appropriations

	Amended 2010- 2011	Amended 2011- 2012	Recommended 2012-2013	
GENERAL OPERATIONS	\$ 6,908,190	\$ 8,647,975	\$ 8,658,512	11%
FINANCE	6,819,586	8,127,601	8,377,532	11%
ADMIN.OF JUSTICE	4,889,694	5,055,351	5,096,903	7%
PUBLIC SAFETY	38,689,792	41,090,404	41,011,582	54%
PUBLIC HEALTH & WELFARE	4,228,209	4,111,422	4,342,757	6%
SOCIAL, CULTURAL & REC.	1,495,553	2,097,113	2,163,817	3%
AGRL & NATURAL RESOURCES	925,277	1,008,390	985,221	1%
OTHER OPERATIONS	3,375,835	3,389,000	3,515,804	5%
ARRA Grants	516,147	112,250	-	0%
MISCELLANEOUS	4,055,315	1,677,482	1,881,400	2%
TRANSERS OUT	1,378,600	3,075,387	-	0%
	<u>\$ 73,282,198</u>	<u>\$ 78,392,375</u>	<u>\$ 76,033,528</u>	<u>100%</u>

2012-2013 Rutherford County Budget



Significant Items in the General Fund Budget

- **No increase to the base salary table, though steps changed from bi-annual to annual – now 20 steps on table**
- **All employee's work history have been reviewed**
- **4 FT and 4 PT positions have been added (*1 ft & 4 pt are funded by the state*)**
- **2 positions have been eliminated (both in the Property Assessor's budget)**

SCHOOLS – *appropriations*

	Amended 2010- 2011	Amended 2011- 2012	Recommended 2012-2013	
GENERAL PURPOSE SCHOOL	\$ 258,775,912	\$ 267,102,192	\$ 279,680,771	4.7%
CENTRALIZED CAFETERIA	15,738,414	17,874,023	18,033,200	0.9%
EDUCATION CAPITAL PROJ.	3,084,570	2,604,650	2,380,027	
	\$ 277,598,896	\$ 287,580,865	\$ 300,093,998	

Significant Items in the General Purpose School Fund Budget

- **4.7% increase over the FY 2011-2012 amended appropriation budget**
 - **\$12,579,579 increase**
 - **57.3 positions added**
 - **2.077% overall salary increase**
 - **Insurance premiums**

Significant Items in the General Purpose School Fund Budget

- **Funding?**

- **Increase in Ed. Sales Tax Rev. – \$3.15M**
 - **Increase in State Revenue – \$5.8M**
 - **Reliance on unassigned fund balance \$9.1M**
- 

School Capital Improvements

- Roofing Projects *(71.1%)*:
 - Lascassas Ele, Smyrna Middle, Smyrna Primary
- Paving Projects *(13.4%)*:
 - Wilson Ele, Central Office, Blackman HS, Central Magnet
- Window Project-Holloway
- Lascassas Sewer Project

DEBT SERVICE FUND-

appropriations

	Amended 2010- 2011	Amended 2011- 2012	Recommended 2012-2013
OTHER GEN. ADMIN.	\$ 1,073,100	\$ 815,218	\$ 1,030,000
GENERAL	8,277,137	6,860,847	6,453,287
EDUCATION	41,811,393	33,099,886	34,168,396
REFUNDED BOND ESC. AGENT	150,182,606	21,000,000	-
	\$ 201,344,236	\$ 61,775,951	\$ 41,651,683

Significant Items in the Debt Service Fund Budget

- **Outstanding debt as of July 1, 2011** **\$354,180,000**
 - **New Debt Issued** **48,280,000**
 - **Debt Retired 11-12** **(23,115,000)**
- **Outstanding debt as of June 30, 2012** **\$379,345,000**
 - **Principal debt to retire** **(24,640,000)**
- **Outstanding debt as of June 30, 2013** **\$354,705,000**

Road & Bridge Fund

	Amended 2010-2011	Amended 2011-2012	Recommended 2012-2013
ADMINISTRATION	\$ 738,464	\$ 838,425	\$ 685,359
HIGHWAY & BRIDGE MAINT.	6,014,270	5,853,245	5,985,350
OPERATION & MAINT.	1,200,210	1,211,215	1,239,585
OTHER CHARGES	467,410	518,380	534,325
EMPLOYEE BENEFITS	154,575	183,320	209,320
CAPITAL OUTLAY	817,576	1,302,860	724,860
	\$ 9,392,505	\$ 9,907,445	\$ 9,378,799

Significant Items in the Road & Bridge Fund

- Human Resources department also evaluated each employee as well – using the expanded pay table



STATEMENT OF PROPOSED OPERATIONS

For the Fiscal Year Ending June 30, 2013

Fund	Current & Proposed Tax Rate	Estimated Revenues	Recommended Appropriations		Revenues over (under) Appropriations
County General	\$ 0.5840	\$ 72,401,611	\$ 76,033,528	17.2%	\$ (3,631,917)
Solid Waste/Sanitation	-	2,707,500	3,818,486	0.9%	(1,110,986)
Ambulance	0.0829	11,352,694	10,637,880	2.4%	714,814
Industrial/Economic Dev.	-	24,698	243,777	0.1%	(219,079)
Special Purpose	-	-	-	0.0%	-
Drug Control	-	440,500	638,600	0.1%	(198,100)
Highway	0.0140	7,878,443	9,378,799	2.1%	(1,500,356)
General Purpose School	1.1430	270,428,015	279,680,771	63.2%	(9,252,756)
Centralized Cafeteria	-	17,733,200	18,033,200	4.1%	(300,000)
Education Capital Projects	0.0451	2,374,702	2,380,027	0.5%	(5,325)
General Debt Service	0.5962	39,064,479	41,651,683	9.4%	(2,587,204)
	\$ 2.4652	\$ 424,405,842	\$ 442,496,751	100%	\$ (18,090,909)

ESTIMATED CHANGE IN FUND BALANCE

For the Fiscal Year Ending June 30, 2013

Fund	Current & Proposed Tax Rate	Estimated Assigned		Revenues over (under) Appropriations	Change to committed / restricted FB	Change to assigned / unassigned FB	Estimated Assigned / Unassigned Fund Balance June 30, 2013	
		/ Unassigned Fund Balance July 1, 2012						
County General	\$ 0.5840	\$ 15,600,000	\$ (3,631,917)			\$ (3,631,917)	\$ 11,968,083	15.7%
Solid Waste/Sanitation	-	3,700,000	(1,110,986)			(1,110,986)	2,589,014	
Ambulance	0.0829	3,675,000	714,814			714,814	4,389,814	
Industrial/Economic Dev.	-	831,140	(219,079)	54,502		(164,577)	666,563	
Drug Control	-	387,000	(198,100)			(198,100)	188,900	
Highway	0.0140	5,023,272	(1,500,356)	(15,945)		(1,484,411)	3,538,861	
General Purpose School	1.1430	18,000,000	(9,252,756)	(150,000)		(9,102,756)	8,897,244	3.2%
Centralized Cafeteria	-	4,150,000	(300,000)			(300,000)	3,850,000	21.3%
Education Capital Projects	0.0451	1,246,600	(5,325)			(5,325)	1,241,275	
General Debt Service	0.5962	34,000,000	(2,587,204)			(2,587,204)	31,412,796	75.4%
	\$ 2.4652	\$ 86,613,012	\$ (18,090,909)	\$ (111,443)	\$	(17,870,462)	\$ 68,742,550	

Rutherford County, Tennessee 2012-2013 Operating Budget

This Concludes the Overview!

A detailed budget is available for the public to view in the finance department.

After our fiscal year ends, the budget will be available online.

In the meantime, this presentation will be online.

2012-2013 Rutherford County Budget

Time for
the Public
to speak

June 18, 2012



2012-2013 Rutherford County Budget

PUBLIC HEARING PROCEDURES

- Come to the Podium.
- State your name and address for the public record.
- Please keep comments to 3 MINUTES.

2012-2013 Rutherford County Budget

ADDITIONAL MEETINGS:

June 19, 2012 – Tuesday – 5:30 pm
(discuss Public Hearing, any other changes)

June 27, 2012 – Wednesday – 5:30 pm
(recommend tax levy & appropriation resolution)

June 29, 2012 – Friday – 9:00 am
(adoption of the budget)